

EXHIBIT 12

Debtor's Consolidated Balance Sheets
Based on Summary of Schedules Filed in Chapter 11 Bankruptcy Proceedings
Information as of June 4, 2010*

	<u>Sched Ref</u>	<u>Garlock</u>	<u>Garrison</u>	<u>Anchor</u>	<u>Eliminations</u>	<u>Total</u>
Assets (1) (2) (3)						
Real Property	Sched A	18,266,990	-			18,266,990
Personal Property						
Cash and Equivalents	Sched B/Lines 1-2	26,735,895	186	25,836		26,761,917
Security Deposits	Sched B/Line 3		10,000			10,000
Investments in Subsidiaries (4)	Sched B/Line 13	70,205,000				70,205,000
Affiliate Receivables	Sched B/Line 16	5,667,611			(2,046,091)	3,621,520
Coltec Promissory Note	Sched B/Line 16	76,808,795				76,808,795
Stemco Promissory Note	Sched B/Line 16	161,052,390				161,052,390
Coltec Grid Note (5)	Sched B/Line 16	3,378,900				3,378,900
Garrison Note	Sched B/Line 16	168,998,373			(168,998,373)	0
Third Party Trade Receivables	Sched B/Line 16	13,685,226				13,685,226
Garlock Note to Garrison	Sched B/Line 16		377,203,767		(377,203,767)	0
Garlock Intercompany Receivable	Sched B/Line 16		22,286		(22,286)	0
Anchor Note	Sched B/Line 16		1,324,219		(1,324,219)	0
Garlock Note Anchor	Sched B/Line 16			32,526	(32,526)	-
NYS Redevelopment Tax Credits	Sched B/Line 18	3,552,944				3,552,944
Patents, Copyrights, Intellect Prop	Sched B/Line 21	258,580				258,580
Goodwill	Sched B/Line 23	15,003,329				15,003,329
Vehicles	Sched B/Line 25	48,686				48,686
Furniture, Fixtures, Equipment	Sched B/Lines 28-29	16,884,310	30,662			16,914,972
Inventory	Sched B/Line 30	4,711,538				4,711,538
Claim Against Equitas Trust	Sched B/Line 35		5,246,257			5,246,257
Insurance Claims (3)	Sched B/Line 35		154,147,007			154,147,007
Prepaid Expenses	Sched B/Line 35	479,913	4,885			484,798
Total Assets		585,738,480	537,989,269	58,362	(549,627,262)	574,158,849
Liabilities (1) (2) (3)						
Secured Claims	Sched D	9,443,445	8,833,323			18,276,768
Unsecured Priority Claims	Sched E	448,171				448,171
Unsecured Claims (3) (6)	Sched F	381,789,276	169,022,092	3,349,517	(168,998,373)	
					(377,203,767)	
					(22,286)	
					(1,324,219)	
					(32,526)	
					(2,046,091)	4,533,623
		391,680,892	177,855,416	3,349,517	(549,627,262)	23,258,563
Equity						
		194,057,588	360,133,854	(3,291,155)	-	550,900,286

Notes

- (1) Global Note 1 to the schedules provides that asset and liability amounts represent book values (note exception in FN 3).
- (2) This analysis has not included any amounts for assets or liabilities that have been listed as zero or unknown in the schedules.
- (3) Global Note 13 states that some assets and liabilities were unknown and therefore are not reflected in the schedules.
- (4) Global Note 14 states that, with one minor exception, the values of investments in subsidiaries was determined by discounted cash flow analyses.
- (5) Global Note 9 indicates that the balance of the Coltec Grid Notes was zero as of 6/30/10 (see Note 9).
- (6) Global Note 11 states that asbestos claims are disputed, contingent and unliquidated and are therefore deemed to have a zero value in the schedules.

* This document was prepared on behalf of the ACC.